STATE BONDING FUND INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2002

														Current	Prior Year	3 Years	5 Years
	September-02					August-02				July-02				Fiscal YTD FY02	FY02	Ended	Ended
		Alloc		Quarter	Month		Alloca				Alloc						6/30/2002
LABOR CAR DOMESTIC FOURTY	Market Value	Actual	Policy	Net ROR	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY Structured Growth																	
AllianceBernstein	88,119	1.9%	2 30/	-13.54%	-9.16%	98.142	2.1%	2.3%	2.47%	95.836	2.1%	2.3%	-7.10%	-13.54%	-28.65%	-16.80%	N/A
Russell 1000 Growth	00,119	1.3/0	2.3 /0	-15.05%	-10.37%	30,142	2.1/0	2.3 /0	0.30%	93,030	2.1/0	2.3 /0	-5.50%	-15.05%	-26.49%	-16.15%	N/A
				-10.0076	-10.37 /6				0.3076				-0.0076	-13.0378	-20.43/0	-10.1076	14/7
Structured Value	05 400	0.40/	0.00/	40.000/	44.000/	400.004	0.00/	0.00/	0.050/	400 775	0.40/	0.00/	0.450/	40.000/	0.440/	F 400/	N1/
LSV Russell 1000 Value	95,492	2.1%	2.3%	-18.60% -18.77%		109,024	2.3%	2.3%	0.35% 0.76%	108,775	2.4%	2.3%	-8.45% -9.30%	-18.60%	2.41% -8.96%	5.40% -2.92%	N/A
				-10.77%	-11.12%				0.76%				-9.30%	-18.77%	-0.90%	-2.92%	IV/F
S&P 500 Index																	
State Street	436,958	9.6%	10.5%		-10.87%	462,918	9.9%	10.5%	0.66%	459,877	10.0%	10.5%		-17.26%	-18.03%	-9.27%	
S&P 500				-17.28%	-10.87%				0.66%				-7.80%	-17.28%	-17.99%	-9.18%	3.67%
TOTAL LARGE CAP DOMESTIC EQUITY	620,568	13.6%	15.0%	-16.96%	-10.71%	670,084	14.3%	15.0%	0.87%	664,488	14.4%	15.0%	-7.79%	-16.96%	-16.89%	-8.30%	3.74%
S&P 500	,			-17.28%	-10.87%	•			0.66%	,			-7.80%	-17.28%	-17.99%	-9.18%	3.67%
SMALL CAP DOMESTIC EQUITY																	
Manager-of-Managers																	
SEI	216,166	4.7%	5.0%	-19.31%	-7.23%	208,472	4.4%	5.0%	0.75%	207,054	4.5%	5.0%		-19.31%	-11.77%	N/A	
Russell 2000 + 200bp				-20.97%	-7.02%				-0.08%				-14.93%	-20.97%	-7.96%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	216,166	4.7%	5.0%	-19.31%	-7.23%	208,472	4.4%	5.0%	0.75%	207,054	4.5%	5.0%	-13.68%	-19.31%	-11.69%	2.22%	4.32%
Russell 2000				-21.40%	-7.18%				-0.25%				-15.10%	-21.40%	-8.59%	1.67%	4.44%
CONVERTIBLES																	
TCW	448,073	9.8%	10.0%	-10.05%	-4.92%	471,065	10.0%	10.0%	2.18%	444,712	9.6%	10.0%	-7.43%	-10.05%	-20.37%	-2.22%	N/A
First Boston Convertible Index				-8.47%	-2.99%				0.64%				-6.25%	-8.47%	-12.44%	0.11%	N/A
INTERNATIONAL EQUITY																	
Large Cap - Active	100 5==	2 22/	40.00/		40.400/		2 =0/	40.00/	4.0=0/	100.000	2 22/	40.00/	10 1001	00 500/	10 1001	0.000/	
Capital Guardian	408,577	9.0%	10.0%		-10.43%	455,917	9.7%	10.0%	-1.27%	430,679	9.3%	10.0%		-20.58%	-12.10%	-2.96%	
MSCI EAFE - 50% Hedged				-20.02%	-10.88%				-0.24%				-10.04%	-20.02%	-14.62%	-7.32%	-1.89%
DOMESTIC FIXED INCOME																	
Core Bond																	
Western Asset	1,229,080	26.9%	25.0%	3.51%	0.92%	1,227,960	26.2%	25.0%	2.55%	1.240.757	26.9%	25.0%	0.00%	3.51%	8.36%	8.53%	7.80%
Lehman Aggregate	1,223,000	20.5 /0	23.0 /0	4.58%	1.62%	1,227,300	20.270	23.0 /0	1.69%	1,240,757	20.570	23.070	1.21%	4.58%	8.62%	8.10%	7.57%
• • •				1.0070	1.02 /0				1.0070				1.2170	1.0070	0.0270	0.1070	7.07
Index	000 404	45.40/	45.00/	F 000/	0.000/	050.005	44.00/	45.00/	0.070/	000,000	4.4.407	45.00/	4.000/	F 000/	0.000/	7 700/	7 400
Bank of ND Bank of ND CD'S	688,481	15.1% 0.0%	15.0% 0.0%	5.96% N/A	2.23% N/A	658,665	14.0% 0.0%	15.0% 0.0%	2.27% N/A	666,968	14.4% 0.0%	15.0% 0.0%		5.96% N/A	8.38% 5.04%	7.79% 5.55%	
Total Index	688.481	15.1%	15.0%	5.96%	2.23%	658.665	14.0%	15.0%	2.27%	666.968	14.4%	15.0%		5.96%	8.14%	7.66%	
Lehman Gov/Corp	000,401	13.170	13.0 /6	5.70%	2.15%	030,003	14.0 /0	13.0 /0	2.24%	000,300	14.4 /0	13.070	1.20%	5.70%	8.24%	7.86%	7.47%
'				0.7070	2.1070				2.24/0				1.2070	0.7070	0.2470	7.0070	1.41/0
BBB Average Quality	10= 00=	40 =0/	40.00/	2 222/	4 400/	404.00	40.00/	40.00/		105 000	40 50/	40.00/	4 000/				
Strong	487,305	10.7%	10.0%	3.08%	1.48%	484,385	10.3%	10.0%	3.46%	485,266	10.5%	10.0%		3.08%	N/A	N/A	
Lehman US Credit BAA				2.70%	1.43%				3.56%				-2.23%	2.70%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	2,404,866	52.7%	50.0%	4.11%	1.40%	2.371.009	50.6%	50.0%	2.66%	2.392.991	51.8%	50.0%	0.01%	2.67%	7.55%	7.88%	7.42%
Lehman Gov/Corp	2,404,000	32.7%	30.0%	5.70%	2.15%	2,371,009	30.0%	30.0%	2.24%	2,392,991	31.0%	30.0%	1.20%	5.70%	8.24%	7.86%	7.42%
Lonnan Gov/Oorp				0.70/0	2.10/0				2.27/0				1.2070	3.70%	0.24/0	7.00%	1.71/
CASH EQUIVALENTS																	
Bank of ND	465.531	10.2%	10.0%	0.48%	0.16%	513.593	11.0%	10.0%	0.16%	477.931	10.3%	10.0%	0.17%	0.48%	2.41%	4.76%	4.99%
90 Day T-Bill	100,001	. 3.2 /0	. 5.070	0.45%	0.16%	3,0,000		. 0.0 / 0	0.14%	777,007	.5.070	. 5.0 /0	0.15%	0.45%	2.63%	4.68%	4.84%
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TOTAL BONDING FUND	4,563,781	100.00%	100.00%	-4.50%	-2.70%	4,690,140	100.00%	100.00%	1.64%	4,617,855	100.00%	100.00%	-3.44%	-4.50%	-2.86%	2.87%	6.19%
POLICY TARGET BENCHMARK				-3.96%	-2.28%				1.26%	, , , ,			-2.94%	-3.96%	-1.19%	2.83%	5.77%

NOTE: Monthly returns and market values are preliminary and subject to change.